Approved For Release 2002/06/11 : GIA-RDP66B00728R000400029003-1

Contract_

SPECIAL HANDLING

| | | of Fairchild Camera & Instrument Corp |
|----------------------|--|--|
| 25X1AL. | Negotiator (): | |
| | (a) To be completed by Negotiator: (L.I Definitized i) Type of | CPFF(|
| 25X1A | ii) Contract Value \$ | DOCUMENT NO |
| | iii) Amount Obligated: Program ARGON | DECLASSIFIED CLASS. CHANGED TO: TS S C NEXT REVIEW DATE: |
| 25X1A | Available-Inc or (Decrease)\$ Contingent on Availability\$ | DATE: GIRL REVIEWER: 064540 |
| 25X1A | TOTAL\$ | |
| | iv) FY Funds Chargeable FY-64 | |
| | v) Period of Performance | |
| | vi) Rates: CPFF O/H Rates Fixed Thru. T&M Rates Fixed Thru. Pricing Formula Fixed Thru. Tech Rep Rates Fixed Thru. | |
| 25X1A | (b) Reviewed and approved Negotiator | Date 1/ 1963 |
| 25X1A ₂ . | C/D Recordation (| |
| 3. | C.O. Review/Concurrence | and |
| 4. | Internal OSA Review. | · · · · · · · · · · · · · · · · · · · |
| 25X1A 5. | C.O. Signature /2/11/6/3 | SIGNATURE |
| 6. | Distrubution See Page 3 | |
| | MEMORANDUM FOR RECO | RD |

1. This memorandum contains a recommendation submitted for concurrence of

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Such recommendation is contained in Paragraph 5.

undersigned.

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SPECIAL HANDLING

| Contract FI-5777 |
|--|
| 2. The services and equipment being procured by this Contract No. FI-5777 are in furtherance of the ARGON Program(s), the nature of which cannot be publicly disclosed for security reasons. The undersigned Contracting Officer therefore determines that this procurement must be accomplished by negotiations pursuant to the authority of Section 3(a) of PL 81-110 and Class Determination and Finding, OXC-2122, signed by the DDCI on 15 October 1961. |
| 3. Certification of funds for this contract will be handled under the procedure approved by the Director of Central Intelligence on 15 December 1956 which, in effect, results in all covert expenses involving issuance of Treasury Checks being accumulated in a separate account within the Finance Division. The amounts in this account will be periodically scheduled for certification of the vouchers by the Director. This procedure eliminates the necessity for a separate certification of authority under Section 8(b) of Public Law 110, 81st Congress (formerly 10(b) - see 85-507 dated 7/7/58) for each contract. |
| 4. The following comments describe the procurement hereby effected, the terms and provisions generally of this contract/amendment, and a resume of major issues negotiated: |
| The purpose of this Amendment No. 1 is to increase the funds allotted to the 25X1Aontract by the amount of to cover performance through 31 December 1963. In addition to this the Contractor has asked permission to use certain Government facilities under an Air Force contract. Finally the contract was amended to clarify the Contractor's responsibilities for damage in transit. Since this was a fixed price contract the Contracting Officer changed the Contractor's quote from FOB Plant to FOB Destination and imposed on the Contractor responsibility for any damage in transit. The Contractor advised that in view of the sensitivity of the equipment they could not obtain insurance on the equipment while in transit. Accordingly paragraph 3 of Amendment No. 1 retains the FOB Destination requirement but limits the Contractor's responsibility for damage to that caused solely by forces, agencies, or personnel other than Contractor personnel. |
| 25X1A The contract is a firm fixed price contract in the amount of |
| It should be noted that funds approved for the four "A" Follow-On at Fairchild 25X1Aotal Cover Contract FI-5777. The balance5X1Af will be obligated in a Field Service Contract with Fairchild for this |

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| 5. Concurre Chief, Budget & F have been adjuste | inance Branch, | signifies that | t is recom sufficient | mended. By o | concurrence, the |
|---|----------------|----------------|--------------------------|--------------|------------------|
| 5X1A | | | Contract | ing Officer | - |
| CONCURRENCES: | | | · | | |
| | | DAT | E | | • |
| 5X1A | | DAT | nly | | • |
| _ | | 2 Jan DAT | (3 E | | |
| | | ZO QUE | <u>-63</u> | | |

CD/OSA-DD/S&T DISTRIBUTION:

25X1A

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Copy 2 - B&F/OSA

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